

## Message Text

LIMITED OFFICIAL USE

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ACTION EUR-12

INFO OCT-01 ISO-00 AID-05 CEA-01 CIAE-00 COME-00 EB-08  
EA-07 FRB-03 INR-07 IO-13 NEA-10 NSAE-00 USIA-06  
OPIC-03 SP-02 TRSE-00 LAB-04 SIL-01 AGRE-00  
OMB-01 SS-15 /099 W  
-----066475 171445Z /50

R 171300Z AUG 77  
FM AMEMBASSY BERN  
TO SECSTATE WASHDC 4788  
INFO AMEMBASSY LISBON

LIMITED OFFICIAL USE BERN 3722

DEPT PASS OECD CAPITALS: USOECD FOR KORP

EO 11652: N/A  
TAGS: EFIN, PO, SZ  
SUBJ: FINANCIAL ASSISTANCE TO PORTUGAL

REF: BERN 3430

1. SWISS HAVE TOLD US THAT AS RESULT OF MEETING  
AUGUST 15 IN ZURICH BETWEEN PORTUGUESE CENTRAL BANK  
GOVERNOR AND SWISS NATIONAL BANK OFFICIALS, AGREEMENT  
IN SUBSTANCE WAS REACHED ON TERMS OF SWISS LOAN TO  
PORTUGAL, AS FOLLOWS:

AMOUNT: US \$30 MILLION  
LENGTH OF LOAN: 7 YEARS  
INTEREST: NOT YET ESTABLISHED BUT PROBABLY BETWEEN  
7 AND 7.5 PERCENT.  
GRACE PERIOD: NOT YET ESTABLISHED BUT EXPECT AT LEAST 4 YEARS.  
TERMS: COMPLETELY UNTIED  
DISBURSEMENT: SWISS WILL MAKE FULL AMOUNT  
AVAILABLE FOR PERIOD OF 6 MONTHS. HOWEVER,  
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LOAN WILL NOT BECOME CONSOLIDATED UNLESS  
PORTUGAL CONCLUDES SECOND TRANCE AGREEMENT  
WITH IMF.

2. FINAL AGREEMENT SHOULD BE DRAFTED BY END AUGUST  
AND READY FOR SIGNATURE BY CENTRAL BANKS FOR MID-  
SEPT IN LISBON.

3. SWISS HOPE THEIR EARLY ACTION WILL RESULT  
IN OTHER COUNTRIES CONTEMPLATING TIED LOANS FOLLOWING SWISS LEAD  
TO MAKE UNTIED LOANS.

4. SWISS ADDED THAT FEDERAL COUNCILOR PIERRE GRABER  
(FONMIN) PLANS VISIT SPAIN AND PORTUGAL ABOUT  
MID-SEPT TO COINCIDE WITH LOAN SIGNATURE.  
ODELL

NOTE BY OC/T: NOT PASSED TO OECD CAPITALS.

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01-Jan-1994 12:00:00 am  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** AGREEMENTS, BALANCE OF PAYMENTS, FOREIGN ASSISTANCE, BANK LOANS, NEGOTIATIONS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Sent Date:** 17-Aug-1977 12:00:00 am  
**Decaption Date:** 01-Jan-1960 12:00:00 am  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 22 May 2009  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1977BERN03722  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D770296-1248  
**Format:** TEL  
**From:** BERN  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1977/newtext/t19770855/aaaabtwb.tel  
**Line Count:** 73  
**Litigation Code IDs:**  
**Litigation Codes:**  
**Litigation History:**  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Message ID:** 59356b59-c288-dd11-92da-001cc4696bcc  
**Office:** ACTION EUR  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 77 BERN 3430  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
**Review Content Flags:**  
**Review Date:** 03-Feb-2005 12:00:00 am  
**Review Event:**  
**Review Exemptions:** n/a  
**Review Media Identifier:**  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**SAS ID:** 1581979  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** FINANCIAL ASSISTANCE TO PORTUGAL  
**TAGS:** EFIN, PO, SZ, IMF  
**To:** STATE  
**Type:** TE  
**vdkgvwkey:** odb://SAS/SAS.dbo.SAS\_Docs/59356b59-c288-dd11-92da-001cc4696bcc  
**Review Markings:**  
Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
22 May 2009  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009